

NO. 21,743

In the United States Court of Appeals
for the Ninth Circuit

NATIONAL LABOR RELATIONS BOARD, PETITIONER

v.

LOCAL UNION NO. 38, UNITED ASSOCIATION OF JOURNEYMEN
AND APPRENTICES OF THE PLUMBING AND
PIPE FITTING INDUSTRY OF THE UNITED STATES
AND CANADA, AFL-CIO, RESPONDENT

On Petition for Enforcement of an Order of the
National Labor Relations Board

REPLY BRIEF ON BEHALF OF INTERVENOR

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PRELIMINARY STATEMENT

The Intervenor in this case is Phillip Havill, an individual, who was the Charging Party before the National Labor Relations Board. This Brief is filed pursuant to Motion for Intervention granted by this Court on June 1, 1967 and pursuant to Stipulation approved by this Court on July 25, 1967, and pursuant to extension of time granted by this Court on September 5, 1967.

STATEMENT OF THE CASE

Intervenor accepts and agrees with the statement of the facts set forth in the Board's Brief, and disagrees with the supplemental remarks and comments set forth in Respondent's Brief.

Intervenor also agrees with the arguments set forth in the Board's Brief. Hence, Intervenor does not consider it necessary to reply to the Board's Brief but rather to Respondent's Brief, and in so doing will, perhaps, supplement the Board's Brief.

ARGUMENT IN REPLY TO RESPONDENT'S BRIEF

I. Respondent accepts virtually all of the Findings of Fact made by the Trial Examiner and by the Board:

Respondent, at the outset of its Brief, makes the following explicit concessions:

"The Statement of the case contained in the Board's Brief, (is) accurate enough as far as it goes * * *.

"The Board made certain Findings of Fact * * * While Respondent does not agree with all those Findings, it concedes that they are supported by substantial evidence within the meaning of applicable criteria limiting the scope of judicial review." (Brief for Respondent, page 1, emphasis added.)

Thus, the factual findings made by the Board (which affirmed those made by the Trial Examiner) are not in issue and must be sustained.

In addition, the "supplementary" facts referred to in Respondent's Brief are not properly before this Court. Although the Board, in its petition for enforcement, filed the entire transcript and record in this Court, it also filed a separate "Designation of Record" (dated May 4, 1967, and filed with this Court on or about the same date) in support of the "Statement of Points on which Petitioner intends to Rely" (also filed at the same time). Such designation was filed pursuant to Rule 34(7)(b) of this Court. Said rule also explicitly requires a respondent to serve and file within ten days after receipt of petitioner's designation "a designation of additional portions of the record desired * * *."

In the instant proceeding, the Board's Designation of Record (which is accepted by the Intervenor) identifies all portions of the transcript of hearing before the Trial Examiner which contains testimonial and evidentiary matter in support of the Trial Examiner's Findings of Fact and in support of the Board's Findings and Conclusions.

On the other hand, Respondent has not filed any counter or supplementary designation of the transcript or of evidentiary material upon which it seeks to rely.

While it may be said that literal and arbitrary adherence to technical rules may impede the ultimate cause of justice, Justice without rules is only a concept incapable of administration or application. Intervenor wishes this case to be decided on its merits but respectfully urges that the proper way to achieve such result is by compliance with the rules of this Court.

Thus, Respondent's supplemental statement of facts and reliance upon undesignated evidence is out of order.

II. Respondent's implied attack upon credibility

Findings of Trial Examiner and Board are without merit as a matter of law and without foundation in fact:

Respondent argues in its Brief that it demanded the discharge of Intervenor, Phillip Havill, for reasons other than his lack of membership in Respondent Union. Respondent attempts to argue, while perhaps not explicitly, that the self serving testimony of Union business manager Mazzola and Union business representative Costello ought not to have been rejected and should have been credited over the testimony of Havill and company president Chadbourne. (See Respondent's Brief, pages 5.)

In reply to this argument, or arguments, the Court's attention is directed to the following significant points:

1. Respondent, by its letter dated September 22, 1964, to D. I. Chadbourne, Inc., the employer, demanded the discharge of Intervenor, explicitly stating:

"You state that you have employed Mr. Phil Havill, a Non-Union man, as a steamfitter. * * * I ask that you immediately correct this situation and get rid of all Non-Union men in your employ."
(R. 17; G.C. Exh. 3).

2. Moreover, the Trial Examiner specifically found, as a matter of fact, that Respondent caused Havill's discharge because of his non-membership in Respondent Union. The Board affirmed such finding of fact.

derive knowledge from Costello that Havill was not affiliated with the Respondent's parent organization, but also Costello's inquiry of Havill concerning the 'locals' out of which he had worked and Havill's response, plainly reveal Costello's awareness of Havill's 'non-union status.' " (R.16 ; Trial Examiner's Decision, page 4, Footnote 9.)

III. Respondent's contention that the Board erred in inferring an illegal motive when it might have inferred a legal motive is invalid as a matter of law:

The overwhelming and clear-cut weight of judicial authority is precisely to the contrary. See NLRB v. Walton Manufacturing Company, 369 U.S. 404, 82 S. Ct. 853, 7 L. ed. 1329, 49 LRRM 2962 (April 9, 1962).

In Walton, the United States Supreme Court reaffirmed the rule it had set forth many years ago in Universal Camera Corporation v. NLRB, 340 U.S. 474, 27 LRRM 2373, that the reviewing court may not displace the Board's choice between two diametrically conflicting views, even though the Court would justifiably have made a different choice had the matter been before it *de novo*.

See also the decision of this Court in Bon Hennings Logging Company v. NLRB, (C.A. 9), 308 F. 2d 548, 51 LRRM 2085 (September 4, 1962).

In the Bon Hennings case, this Court rejected exactly the same contentions made by the employer in that case as are being made by the Respondent Union in the instant case.

Thus, what is sauce for the goose must be sauce for the gander.

IV. Respondent's argument based upon its interpretation of the "48 hour" rule in the hiring hall clause of its collective bargaining agreement is fallacious and absurd:

Respondent's argument is set forth on pages 4-6 of its brief to this Court.

Article II, Section 7 of the collective bargaining agreement (G.C. Exh. 7) expressly provides as follows:

"If the Union is unable to furnish qualified workmen within 48 hours after an Employer calls for them, the Employer shall be free to procure the workmen from any other source or sources."

Succinctly stated, Respondent's argument boils down to a unilateral "interpretation" that the 48 hour period starts to run anew each time an employer rejects an applicant dispatched by the Union and that an employer must exhaust the Union's "out-of-work" list before he can hire an employee from any other source, or at least must exhaust the Union's list of applicants which the Union unilaterally considers qualified, regardless of the length of time such procedure might take, whether 48 hours, 480 hours, or 4800 hours.

It hardly needs to be demonstrated that acceptance of Respondent's theory, ingenious as it may be, would be to nullify this particular contract provision. The "48 hour rule" is clear and unambiguous on its face, and its legality is not in question.

Respondent virtually admits the weakness of its own argument by its detailed explanation of how the 48 hour rule is supposed to work" in Respondent's opinion. Thus, on page 5 of its Brief to this Court, Respondent states:

"If the contractor rejects the second, and perhaps the third, man as well, it is obvious that 48 hours will have elapsed long before the 10 presumptively qualified men have all been dispatched." (emphasis added)

As pointed out by the Board in its Brief, Respondent maintained at the hearing before the Trial Examiner that Havill's qualifications to perform the work in dispute are not at issue here." (Tr. 102); and the record is clear that Havill was qualified (Tr. 102-105).

Moreover, the Trial Examiner's Decision affirmed by the Board, specifically points out the following significant facts:

"There is more than a faint suggestion in the record that Costello had actually exhausted the out-of-work list when on August 26 he dispatched Harold Stone whom Chadbourne found was not suitable for boiler work. Costello testified that at the time of Stone's referral there were probably 55 to 60 men on the list; that he proceeded to call down the list, explaining first the nature and type of job and proceeded to exhaust the list until -- (he) could acquire

someone who would take this job referral'; and that such person was Stone who 'was the only man that would take the job.'" (R. 21; Trial Examiner's Decision, page 9, Footnote 18)

In this connection, see also letter dated September 9, 1964 from D. I. Chadbourne, Inc., to Respondent explaining the rehiring of Havill, in accordance with the Union contract, after waiting not only 48 hours but for more than a week, and trying out three or four applicants dispatched by the Union who proved to be unqualified for the job involved. (G.C. Exh. 2). See also letter dated October 28, 1964 from D. I. Chadbourne, Inc., to Respondent, reluctantly complying with Respondent's demand for the discharge of Havill, and stating, in part, as follows:

"Mr. Havill was hired only after the Union was unable to supply a qualified man. When he went to the Union, he was told he could not join. * * *.

"I am sorry that you feel it necessary to force me to lose a qualified employee. I am doing so only to avoid trouble, not because it's right." (G.C. Exh. 6)

With the utmost respect for the able counsel for Respondent, certainly nothing more is involved in this "defense" than a tongue in cheek effort by a great lawyer to try to make some colorable defense for his client in an impossible case.

V. Respondent's argument that there is an issue involving the grievance-arbitration provision of the Union contract is not supported by the evidence and is contrary to the evidence:

Although Respondent in its Brief does not specifically cite the applicable contract section, Article II, Section 10 of the contract provides for a grievance-arbitration procedure for determining disputes involving the operation or application of the Union hiring hall. (G.C. Exh. 7). Respondent's argument is prefaced by the following statement:

"Whether or not Respondent's interpretation of the agreement is correct, it is certainly reasonable and arguable." (Brief for Respondent, page 6).

Such statement, of course, in and of itself betrays the glaring weakness in Respondent's position as demonstrated in detail above.

Respondent then contends that the Board had no jurisdiction to issue its decision and order in the instant case "in the face of an arbitration clause." (Brief for Respondent, page 5).

Without belaboring this point, and without labeling it a "red herring," it is crystal clear from the record that the Union never submitted this alleged issue of contract interpretation or contract violation to the contractual grievance-arbitration procedure. In fact, assuming it could have done so, the very fact that it never did so demonstrates the fallacy (if not deceptiveness) of Respondent's argument.

As specifically found by the Trial Examiner and the
ord: "There is no evidence that the Union itself ever sub-
ited the propriety of its demand for Havill's discharge to
ns Committee." (R. 19; Trial Examiner's Decision, page 7,
otnote 14).

Thus, Respondent's "argument" is simply not applicable
to the facts of this case.

Moreover, it must be remembered that Respondent origi-
ally and unequivocally demanded Havill's discharge by letter
dated September 22, 1964 to D. I. Chadbourne, Inc., saying in
many words "get rid of all Non-Union men in your employ," and
identifying Havill by name as "a Non-Union man." (G.C. Exh. 3).

For the Union now to argue that it later changed its
mind and demanded Havill's discharge only because of some claimed,
never prosecuted nor ever presented, violation of its uni-
lateral interpretation of the contract hiring hall clause can
hardly be done with a straight face, much less taken seriously by
this Court.

Thousands of cases attest to the fact that employers
have been found guilty of discharging employees for union member-
ship or activity, and their pleas of innocence, based upon law-
ful economic motivation or reasonable contract interpretation
reperberate in vain throughout volumes of NLRB reports and Court
decisions. Surely, Mr. Havill, the Intervenor, can rely upon
this Court to see through the same pretext and subterfuge on the
part of Respondent Union in a case where the shoe is on the other
foot, but where the identical principles of law apply.

VI. Respondent's argument based upon its alleged good faith is unmeritorious and invalid as a matter of law:

Respondent, in its closing argument, seeks to justify its unlawful conduct by asserting its "good faith insistence by its union upon its interpretation of a collective bargaining agreement, in the context of an offer to submit the issue to the contractual grievance procedure." (Brief for Respondent, page 7).

First of all, as demonstrated above, Respondent never offered to submit this (or any other) issue to the contractual grievance procedure.

Secondly, the defense of good faith is obviously misplaced. The absence of good faith is not a legal element in a violation of Section 8(b)(2) of the Act. This is not a case involving Section 8(a)(5) or Section 8(b)(3) where good faith is an essential element because the violation involved in those sections are a "refusal to bargain in good faith."

The United States Supreme Court in NLRB v. Burnup and Smith, Inc., 379 U.S. 21, 57 LRRM 2385 (1964) squarely held that good faith was no defense to an employers discharge of an employee. Again, what is sauce for the goose must be sauce for the gander.

CONCLUSION

Finally, reference is respectfully made to an article by Judge Henry Friendly in his continuing struggle to improve the administration of justice after leaving the bench of the United States Court of Appeals for the Second Circuit. The article, entitled "Satisfaction, Yes - Complacency, No!," appears in the

August, 1965 issue of the American Bar Association Journal and
based upon a speech delivered on May 21, 1965 at the annual
dinner of the American Law Institute.

In that article, Judge Friendly asks the following
question:

"Is it really sensible that if Jim Smith
loses his job for a couple of months through
a discriminatory discharge, he should have to
wait several years for the few hundred dollars
he needs now - even if it is the public trea-
sury that spends the many thousands of dollars
required under existing procedures to procure
that trifling sum for him?"

Indeed, the maxim "Justice delayed is Justice denied"
is complex. But, the instant case dramatizes and emphasizes
Judge Friendly's illustration in a much stronger and much more
tangible manner. Intervenor, Phil Havill, lost his job as a
result of the unlawful conduct of Respondent Union in October,
1964. Mr. Havill promptly filed the original unfair labor
practice charge in this matter approximately one or two days
later. It is now almost three years later, and the issue has
still not been resolved.

Moreover, this case does not involve a "few hundred
dollars." According to a computation submitted on behalf of the
Intervenor to the Regional Office of the NLRB in the summer of
1966, the total back pay due was almost \$16,000.00 as of the end
of July, 1966. Upon further and detailed investigation by the

Regional Office, the back pay was computed to be over \$13,000.00. Respondent was so notified on October 14, 1966.

This case was referred by the Regional Office to the Board in Washington in December, 1966 for enforcement upon notification from Respondent Union that it refused to pay more than a few hundred dollars in back pay.

It is the belief and conviction of the undersigned Counsel for Intervenor that if the Board's decision and order is enforced by this Court, Respondent Union will then demand a back pay hearing which will involve another hearing before a trial examiner, another appeal to the Board in Washington and another enforcement proceeding before this Court. It does not seem preposterous to suggest that this will involve another three years of delay. By that time, with interest, the total back pay due will well be in the neighborhood of \$20,000.00. This is a substantial sum which makes Judge Friendly's question all the more important and urgent.

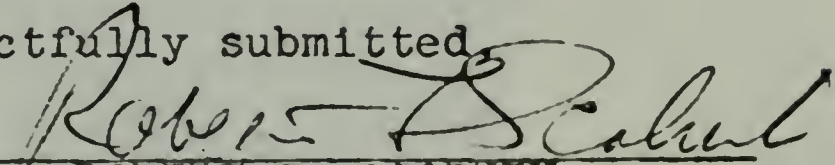
Moreover, this is not a case involving a non-union employee. Intervenor, Phil Havill, was a member of the Electrician's Union and other unions, and wanted to be a member of the Plumbers Union, but Respondent operates a "closed Union" and was unwilling to admit Havill into membership, claiming that it had too many members on the bench (i.e., out of work). Similarly, the employer in this case was a union contractor, party to a collective bargaining agreement, and trying to comply with the terms and provisions of said agreement while at the same time attempting to secure his rights guaranteed under said agreement.

Concededly, perhaps, the foregoing comments, by way of conclusion, are outside the technical boundaries of legal argument before this Honorable Court. Perhaps they involve philosophy, legal or social. But the quest for Justice, whether in the abstract or in the practical day to day affairs of life, cannot be completely separated from Philosophy.

Whether this Court in this case can solve the bigger problem, raised by Judge Friendly and many other erudite thinkers, is a difficult question in and of itself. Surely, this Court will try and will issue a decision which it considers proper under all the circumstances.

If this Court feels that it can take a giant step forward in this case, history will record that the first real step was taken by the United States Court of Appeals for the Ninth Circuit.

Respectfully submitted


ROBERT J. SCOLNIK

Attorney for Intervenor

October, 1967.

CERTIFICATE

The undersigned certifies that he had examined the provisions of Rules 18, 19 and 39 of this Court, and in his opinion the tendered brief conforms to all requirements.


ROBERT J. SCOLNIK, ESQ.

